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State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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DOGMI
MINERALS PROGRAM
FILE COPY

September 19, 1990

H. Michael Keller, Esq.
VanCott, Bagley, Cornwall & McCarthy
50 South Main Street #1600
Salt Lake City, UT 84144


Dear Mr. Keller:

Re: Conditional Approval of Amount and Form of Reclamation Surety, Utelite Corporation, Utelite Mine, M/043/004, Summit County, Utah

A letter dated March 26, 1990 was sent to you addressing the last step to finalize the permitting process for Utelite Corporation's (Utelite) Utelite Mine. As stated in that letter, our rules (R613-004-113.4 Surety) require a completed Reclamation Contract (Form MR-RC) to be submitted by the operator. Since that date, Tony Gallegos of our office, has been in contact with you by telephone. The most recent contact being August 6, 1990, when the May 30, 1990 version of form MR-RC was mailed to you for your review and comments, pursuant to your telephone conversation with Tony.

To date, the Division has not received a completed Reclamation Contract, nor any comments addressing Utelite's concerns with language in the contract form. I wish to bring this matter to your immediate attention, so that we may complete the Utelite permit as soon as possible. Failure to comply with this request in a timely manner may result in a revocation of the Board's Conditional permit approval.

Sincerely,


Lowell P. Braxton
Associate Director, Mining

jb

cc: Carsten Mortensen, Utelite Corp.
Dianne Nielson
Tony Gallegos

MNM043004.1

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